



ENVISION ARLINGTON FISCAL RESOURCES TASK GROUP
Meeting Minutes 7:30 PM 6/20/19

Senior Center Ground Floor Conference Room

ATTENDEES: Gordon Jamieson (Co-Chair), Heather Remoff, David Garbarino (Co-Chair), Mike Delisi, Janet Pagliuca, Pete Howard (Secretary)

1. School CFO Michael Mason canceled because of family conflict.
2. Pete & Gordon updated the government primer to include changes over the last 2 or 3 years. Most of the changes were related to the creation of the Finance Dept.
3. Gordon proposed new article that would explain the real estate quarterly tax bill. The group thought this a good idea.
4. Gordon and Mike have been thinking about long range planning in the wake of the recent override. Gordon has built a series of plans based on the plan in the FinCom Report to Town Meeting. These plans or projections are:
 - A. Base .. Override Fincom Report to 2019 town Meeting. The other projections are modifications of this base
 - B. High .. Base + Modified Free Cash, Local Receipts, Overlay Reserve, Insurance
 - C. Uber .. High + Further modification of insurance .. Increase at 3% from actual expenditures in FY18 (15M)
 - D. Uber Plus .. Uber + Increased new growth
 - E. UberPlus State .. Uber plus + Increased state aid

Each chart is a spreadsheet in a format similar to the format in the FinCom report with changes as described above.

A final chart is a graph showing the annual balance in the Override Stabilization Fund for each of the plans, A through E. Another override is projected in 4 years by A, while B projects 5 years and the others even more. The group discussed the new growth estimates. We do not know how the Assessors determine this key number. Are the cost estimates on the building permit used? If so are they corrected for actuals? Are actual sale prices used? How is the betterment cost for a property shared with its neighbors? Some examples seem to say that the property with the betterment sees rather small assessment increase while the neighbors see similar increases. Gordon to request permit price records.

Next mtg July 18

Meetings monthly - 3rd Thursdays 7:30 PM - Usually in Senior Center

Charts

- Plan A
- Plan B
- Plan C
- Plan D
- Plan E
- Override Stabilization Fund Projections

		FY 2020	FY 2021	FY 2022	FY 2023	FY2024	BASE
REVENUE			1.028509024	1.022423468	1.01617467	1.009831379 ***	State Aid Increment
A.	State Aid	22,439,702	23,079,436	23,596,957	23,978,630	24,214,373	Plan A
		476,523	476,523	-	-		
B.	Local Receipts	9,871,000	9,971,000	10,071,000	10,171,000	10,271,000	
C.	Free Cash	5,559,782	3,307,332	3,307,332	3,307,332	3,307,332	
D.	Overlay Reserve Surplus	200,000	200,000	200,000	200,000	200,000	
E	Property Tax	133,239,908	136,700,183	140,222,855	143,874,930	147,572,640	
			1.0260	1.0258	1.0260	1.0257	
		171,786,915	173,734,475	177,398,145	181,531,893	185,565,346	Revenues
	Override Stabilization Fund	-	3,910,219	8,734,877	13,212,137	17,836,632	Override Stabilization Fund
TOTAL REVENUES		171,786,915	177,644,694	186,133,022	194,744,030	203,401,978	
TOTAL EXPENDITURES		171,786,915	177,644,693	186,133,021	194,744,029	203,401,977	Expenditures
Stabilization Fund Status		-	3,910,219	8,734,877	13,212,137	17,836,632	Override Stabilization Annual Usage
			3,910,219	12,645,096	25,857,233	43,693,865	Override Stabilization Cumulative
		28,398,952	24,488,733	15,753,856	2,541,719	(15,294,913)	Override Stabilization Balance
APPROPRIATIONS							
A. Operating Budgets							
School	Net School Budget	71,427,139	76,283,097	81,651,210	87,267,346	91,993,262	
Minuteman: Operating and Capital		5,384,690	5,573,154	5,768,214	5,970,101	6,179,055	
Town	Net Town Budget	37,135,296	38,342,193	39,588,314	40,874,934	42,203,369	
	MWRA Debt Shift	5,593,112	5,593,112	5,593,112	5,593,112	5,593,112	
B. Capital budget	Total Capital	13,196,044	13,000,255	12,535,045	12,752,419	13,052,935	
C.	Pensions	11,355,946	11,980,523	12,639,452	13,334,622	14,068,026	
D.	Insurance	17,891,836	19,018,600	20,227,942	21,507,493	22,785,282	
E.	State Assessments	3,461,141	3,546,221	3,633,429	3,722,816	3,814,439	
G.	Overlay Reserve	600,000	600,000	800,000	600,000	600,000	
H.	Reserve Fund	1,604,584	1,696,195	1,739,460	1,781,793	1,823,104	
I.	Court Judgments/Symmes	773,225	771,950	767,450	100,000	100,000	
J.	Warrant Articles	1,189,393	1,239,393	1,189,393	1,239,393	1,189,393	
K.	Override Stabilization Fund	2,174,509					
L	TOTAL APPROPRIATIONS	171,786,915	177,644,693	186,133,021	194,744,029	203,401,977	
BALANCE			1.062976432	1.06358733	1.063256608	1.059411341 ***	Insurance increment
	FY2020 Override + AHS Debt Exclusion						
	6M Override plus AHS > Override not required again until after AHS build complete (2024)						

		FY 2020	FY 2021	FY 2022	FY 2023	FY2024	HIGH
REVENUE			1.028509024	1.022423468	1.01617467	1.009831379 ***	State Aid Increment
A.	State Aid	22,439,702	23,079,436	23,596,957	23,978,630	24,214,373	Plan B
		476,523	476,523	-	-		
B.	Local Receipts	9,871,000	10,200,000	10,300,000	10,400,000	10,500,000 ***	85% 2018/100K Increase 50% 5Yr Avg
C.	Free Cash	5,559,782	4,500,000	4,500,000	4,500,000	4,500,000 ***	
D.	Overlay Reserve Surplus	200,000	200,000	200,000	200,000	200,000	
E	Property Tax	133,239,908	136,700,183	140,222,855	143,874,930	147,572,640	
			1.0258	1.0258	1.0260	1.0257	
		171,786,915	175,156,143	178,819,813	182,953,561	186,987,014	Revenues
	Override Stabilization Fund	-	1,898,541	5,866,715	9,833,867	13,767,100	Override Stabilization Fund
TOTAL REVENUES		171,786,915	177,054,684	184,686,528	192,787,428	200,754,114	
TOTAL EXPENDITURES		171,786,915	177,054,684	184,686,528	192,787,428	200,754,114	Expenditures
Stabilization Fund Status		-	1,898,541	5,866,715	9,833,867	13,767,100	Override Stabilization Annual Usage
			1,898,541	7,765,256	17,599,123	31,366,223	Override Stabilization Cumulative
		28,398,952	26,500,411	20,633,696	10,799,829	(2,967,271)	Override Stabilization Balance
APPROPRIATIONS							
A. Operating Budgets							
School	Net School Budget	71,427,139	76,283,097	81,651,210	87,267,346	91,993,262	
Minuteman: Operating and Capital		5,384,690	5,573,154	5,768,214	5,970,101	6,179,055	
Town							
	Net Town Budget	37,135,296	38,342,193	39,588,314	40,874,934	42,203,369	
	MWRA Debt Shift	5,593,112	5,593,112	5,593,112	5,593,112	5,593,112	
B. Capital budget		Total Capital	13,196,044	13,000,255	12,535,045	12,752,419	13,052,935
C.	Pensions	11,355,946	11,980,523	12,639,452	13,334,622	14,068,026	
D.	Insurance	17,891,836	18,428,591	18,981,449	19,550,892	20,137,419 ***	3.0%
E.	State Assessments	3,461,141	3,546,221	3,633,429	3,722,816	3,814,439	
G.	Overlay Reserve	600,000	600,000	600,000	600,000	600,000 ***	600K
H.	Reserve Fund	1,604,584	1,696,195	1,739,460	1,781,793	1,823,104	
I.	Court Judgments/Symmes	773,225	771,950	767,450	100,000	100,000	
J.	Warrant Articles	1,189,393	1,239,393	1,189,393	1,239,393	1,189,393	
K.	Override Stabilization Fund	2,174,509					
L	TOTAL APPROPRIATIONS	171,786,915	177,054,684	184,686,528	192,787,428	200,754,114	
BALANCE			1.03	1.03	1.03	1.03 ***	Insurance increment

FY2020 Override + AHS Debt Exclusion

6M Override plus AHS > Override not required again until after AHS build complete (2024)

		FY 2020	FY 2021	FY 2022	FY 2023	FY2024	UBER	
REVENUE			1.028509024	1.022423468	1.01617467	1.009831379 ***	State Aid Increment	
A.	State Aid	22,439,702	23,079,436	23,596,957	23,978,630	24,214,373		
		476,523	476,523	-	-			Plan C
B.	Local Receipts	9,871,000	10,200,000	10,300,000	10,400,000	10,500,000 ***		85% 2018/100K Increase
C.	Free Cash	5,559,782	4,500,000	4,500,000	4,500,000	4,500,000 ***		50% 5Yr Avg
D.	Overlay Reserve Surplus	200,000	200,000	200,000	200,000	200,000		
E	Property Tax	133,239,908	136,700,183	140,222,855	143,874,930	147,572,640		
			1.0260	1.0258	1.0260	1.0257		
		171,786,915	175,156,143	178,819,813	182,953,561	186,987,014	Revenues	
	Override Stabilization Fund	-	(139,145)	3,767,898	7,672,086	11,540,465	Override Stabilization Fund	
TOTAL REVENUES		171,786,915	175,016,998	182,587,711	190,625,647	198,527,479		
TOTAL EXPENDITURES		169,808,579	175,016,998	182,587,711	190,625,647	198,527,479	Expenditures	
Stabilization Fund Status		-	(139,145)	3,767,898	7,672,086	11,540,465	Override Stabilization Annual Usage	
			(139,145)	3,628,753	11,300,839	22,841,305	Override Stabilization Cumulative	
		28,398,952	28,538,097	24,770,199	17,098,113	5,557,647	Override Stabilization Balance	
APPROPRIATIONS								
A. Operating Budgets								
School	Net School Budget	71,427,139	76,283,097	81,651,210	87,267,346	91,993,262		
Minuteman: Operating and Capital		5,384,690	5,573,154	5,768,214	5,970,101	6,179,055		
Town								
	Net Town Budget	37,135,296	38,342,193	39,588,314	40,874,934	42,203,369		
	MWRA Debt Shift	5,593,112	5,593,112	5,593,112	5,593,112	5,593,112		
B. Capital budget								
	Total Capital	13,196,044	13,000,255	12,535,045	12,752,419	13,052,935		
C.	Pensions	11,355,946	11,980,523	12,639,452	13,334,622	14,068,026		
D.	Insurance	15,913,500	16,390,905	16,882,632	17,389,111	17,910,784 ***		FY18/15M 3%
E.	State Assessments	3,461,141	3,546,221	3,633,429	3,722,816	3,814,439		
G.	Overlay Reserve	600,000	600,000	600,000	600,000	600,000 ***		600K
H.	Reserve Fund	1,604,584	1,696,195	1,739,460	1,781,793	1,823,104		
I.	Court Judgments/Symmes	773,225	771,950	767,450	100,000	100,000		
J.	Warrant Articles	1,189,393	1,239,393	1,189,393	1,239,393	1,189,393		
K.	Override Stabilization Fund	2,174,509						
L	TOTAL APPROPRIATIONS	169,808,579	175,016,998	182,587,711	190,625,647	198,527,479		
BALANCE			1.03	1.03	1.03	1.03 ***	Insurance increment	

FY2020 Override + AHS Debt Exclusion

6M Override plus AHS > Override not required again until after AHS build complete (2024)

		FY 2020	FY 2021	FY 2022	FY 2023	FY2024	UBER
REVENUE			1.028509024	1.022423468	1.01617467	1.009831379 ***	State Aid Increment
A.	State Aid	22,439,702	23,079,436	23,596,957	23,978,630	24,214,373	Plan D
		476,523	476,523	-	-		
B.	Local Receipts	9,871,000	10,200,000	10,300,000	10,400,000	10,500,000 ***	85% 2018/100K Increase
C.	Free Cash	5,559,782	4,500,000	4,500,000	4,500,000	4,500,000 ***	50% 5Yr Avg
D.	Overlay Reserve Surplus	200,000	200,000	200,000	200,000	200,000	
E	Property Tax	133,239,908	137,903,305	142,729,920	147,725,468	152,895,859	New Growth
			1.0350	1.0350	1.0350	1.0350	
		171,786,915	176,359,265	181,326,878	186,804,099	192,310,233	Revenues
	Override Stabilization Fund	-	(1,342,267)	1,260,833	3,821,548	6,217,246	Override Stabilization Fund
TOTAL REVENUES		171,786,915	175,016,998	182,587,711	190,625,647	198,527,479	
TOTAL EXPENDITURES		169,808,579	175,016,998	182,587,711	190,625,647	198,527,479	Expenditures
Stabilization Fund Status		-	(1,342,267)	1,260,833	3,821,548	6,217,246	Override Stabilization Annual Usage
			(1,342,267)	(81,434)	3,740,114	9,957,361	Override Stabilization Cumulative
		28,398,952	29,741,219	28,480,386	24,658,838	18,441,591	Override Stabilization Balance
APPROPRIATIONS							
A. Operating Budgets							
School	Net School Budget	71,427,139	76,283,097	81,651,210	87,267,346	91,993,262	
Minuteman: Operating and Capital		5,384,690	5,573,154	5,768,214	5,970,101	6,179,055	
Town	Net Town Budget	37,135,296	38,342,193	39,588,314	40,874,934	42,203,369	
	MWRA Debt Shift	5,593,112	5,593,112	5,593,112	5,593,112	5,593,112	
B. Capital budget	Total Capital	13,196,044	13,000,255	12,535,045	12,752,419	13,052,935	
C.	Pensions	11,355,946	11,980,523	12,639,452	13,334,622	14,068,026	
D.	Insurance	15,913,500	16,390,905	16,882,632	17,389,111	17,910,784 ***	FY18/15M 3%
E.	State Assessments	3,461,141	3,546,221	3,633,429	3,722,816	3,814,439	
G.	Overlay Reserve	600,000	600,000	600,000	600,000	600,000 ***	600K
H.	Reserve Fund	1,604,584	1,696,195	1,739,460	1,781,793	1,823,104	
I.	Court Judgments/Symmes	773,225	771,950	767,450	100,000	100,000	
J.	Warrant Articles	1,189,393	1,239,393	1,189,393	1,239,393	1,189,393	
K.	Override Stabilization Fund	2,174,509					
L	TOTAL APPROPRIATIONS	169,808,579	175,016,998	182,587,711	190,625,647	198,527,479	
BALANCE			1.03	1.03	1.03	1.03 ***	Insurance increment
	FY2020 Override + AHS Debt Exclusion						
	6M Override plus AHS > Override not required again until after AHS build complete (2024)						

		FY 2020	FY 2021	FY 2022	FY 2023	FY2024	UBER			
REVENUE			1.03	1.03	1.03	1.03	***			
A.	State Aid	22,439,702	23,112,893	23,806,280	24,520,468	25,256,082		State Aid Increment	0.005752	650 x
		476,523	476,523	-	-				0.005752	650 Half
B.	Local Receipts	9,871,000	10,200,000	10,300,000	10,400,000	10,500,000	***		0.005752	650 Need
C.	Free Cash	5,559,782	4,500,000	4,500,000	4,500,000	4,500,000	***	85% 2018/100K Increase	0.017257	1250
D.	Overlay Reserve Surplus	200,000	200,000	200,000	200,000	200,000		50% 5Yr Avg	0.02500	-800
E	Property Tax	133,239,908	137,903,305	142,729,920	147,725,468	152,895,859	***	New Growth	0.042257	450
			1.0350	1.0350	1.0350	1.0350		Need 750K to 1000K more	0.849624	
		171,786,915	176,392,721	181,536,200	187,345,936	193,351,941	Revenues		0.03590	
	Override Stabilization Fund	-	(1,375,723)	1,051,511	3,279,711	5,175,538	Override Stabilization Fund			
TOTAL REVENUES		171,786,915	175,016,998	182,587,711	190,625,647	198,527,479				
TOTAL EXPENDITURES		169,808,579	175,016,998	182,587,711	190,625,647	198,527,479	Expenditures			
Stabilization Fund Status		-	(1,375,723)	1,051,511	3,279,711	5,175,538	Override Stabilization Annual Usage			
			(1,375,723)	(324,212)	2,955,499	8,131,037	Override Stabilization Cumulative			
		28,398,952	29,774,675	28,723,164	25,443,453	20,267,915	Override Stabilization Balance			
APPROPRIATIONS										
A. Operating Budgets										
School	Net School Budget	71,427,139	76,283,097	81,651,210	87,267,346	91,993,262				
Minuteman: Operating and Capital		5,384,690	5,573,154	5,768,214	5,970,101	6,179,055				
Town										
	Net Town Budget	37,135,296	38,342,193	39,588,314	40,874,934	42,203,369				
	MWRA Debt Shift	5,593,112	5,593,112	5,593,112	5,593,112	5,593,112				
B. Capital budget										
	Total Capital	13,196,044	13,000,255	12,535,045	12,752,419	13,052,935				
C.	Pensions	11,355,946	11,980,523	12,639,452	13,334,622	14,068,026				
D.	Insurance	15,913,500	16,390,905	16,882,632	17,389,111	17,910,784	***	FY18/15M	3%	
E.	State Assessments	3,461,141	3,546,221	3,633,429	3,722,816	3,814,439				
G.	Overlay Reserve	600,000	600,000	600,000	600,000	600,000	***	600K		
H.	Reserve Fund	1,604,584	1,696,195	1,739,460	1,781,793	1,823,104				
I.	Court Judgments/Symmes	773,225	771,950	767,450	100,000	100,000				
J.	Warrant Articles	1,189,393	1,239,393	1,189,393	1,239,393	1,189,393				
K.	Override Stabilization Fund	2,174,509								
L	TOTAL APPROPRIATIONS	169,808,579	175,016,998	182,587,711	190,625,647	198,527,479				
BALANCE			1.03	1.03	1.03	1.03	***	Insurance increment		
FY2020 Override + AHS Debt Exclusion										
6M Override plus AHS > Override not required again until after AHS build complete (2024)										

Override Stabilization Fund Projections

